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ILLINOIS COMMERCE COMMISSION
UC 312334.2060

607 East Adams Street
Springfield, IL 62739-0001

2005 MAR 30 P 3: 23

March 30, 2005

ORIGINAL

Ms. Elizabeth A. Rolando, Chief Clerk
Illinois Commerce Commission
527 East Capitol Avenue
Springfield, IL 62701

05-0104
Report

**RE: Annual Report – Central Illinois Public Service Company d/b/a AmerenCIPS
Electric Environmental Adjustment Clause (EEAC) and Gas Environmental
Adjustment Clause (GEAC)**



Dear Ms. Rolando:

Attached is the original and one copy of the Annual Report required by the Terms of CIPS' Electric Environmental Adjustment Clause (EEAC) (Ill. C. C. No. 15, Sheet Nos. 31, 31.001, 31.002, 31.003 and 31.004), (Ill. C. C. No. 14, Sheet Nos. 21, 21.001, 21.002, 21.003 and 21.004) and Gas Environmental Adjustment Clause (GEAC) (Ill. C. C. No. 10F, Sheet Nos. 12, 12.001, 12.002, 12.003 and 12.004).

This Annual Report covers rider activity and cost reconciliation for 2004.

Please return the additional copy of this letter stamped with the date of filing.

Sincerely,

William M. Warwick

William M. Warwick, Managing Supervisor
Rate Engineering & Analysis

WMW/cic
Attachment

**CENTRAL ILLINOIS PUBLIC SERVICE COMPANY d/b/a AmerenCIPS
ENVIRONMENTAL ADJUSTMENT CLAUSE
ANNUAL REPORT FOR 2004**

INTRODUCTION

In accordance with CIPS' environmental riders ("Riders") designated as ELECTRIC ENVIRONMENTAL ADJUSTMENT CLAUSE ("EEAC") and GAS ENVIRONMENTAL ADJUSTMENT CLAUSE ("GEAC"), CIPS is filing this Annual Report. The Annual Report provides a reconciliation of Rider revenues and costs for 2004 along with a description of remediation activities.

RECONCILIATION

Attached to this report are schedules which provide the reconciliations of costs incurred with revenues received during 2003.

Schedule 1.0	Reconciliation for Annual Recovery Period
Schedule 2.0	Incremental Costs
Schedule 3.0	Total Cumulative Recoveries
Schedule 4.0	Cumulative EEAC and GEAC Revenue by Class

SUMMARY OF 2004 REMEDIATION ACTIVITIES

The Company has identified thirteen manufactured gas plant ("MGP") sites for which the Company has and will continue to incur environmental cleanup costs as a potentially responsible party ("PRP") under federal and state law. The Company's prior Annual Reports provide background information with regard to these sites, and discuss environmental remediation activities through year-end 2003. The Company's 2004 environmental remediation activities are discussed below. As indicated, these activities are primarily in continuation of those discussed in prior Annual Reports.

TAYLORVILLE

In 2004, the Company incurred costs of \$574,599 in connection with remedial activities. The majority of these costs relates to continued operation of the groundwater pump and treat system discussed in prior Annual Reports. Other costs included routine monitoring of area groundwater and studies of fish in an adjacent residential pond. The Company submitted a request to the Illinois Environmental Protection Agency (IEPA) to allow injection of a modified Fenton's Reagent for source reduction.

The Company also incurred costs of \$18,508 in defending bodily injury lawsuits that arose from remedial activities at the site. These lawsuits were also discussed in prior Annual Reports. All pending bodily injury lawsuits were settled in 2002. Monies paid in settlement were not charged to the environmental rider.

DUQUOIN

In 2004, the Company incurred costs of \$2,375 in connection with remedial activities. The majority of those costs were associated with site maintenance (mowing and cap maintenance).

BEARDSTOWN

In 2004, the Company incurred costs of \$ 52,899 in connection with remedial activities. The bulk of this amount was for generation of information to respond to the IEPA regarding the site closure report and groundwater monitoring well abandonment. A portion of the cost was for routine cap maintenance.

CANTON

In 2004 the Company incurred costs of \$4,066,234 in connection with site remediation. A portion of the cost was for routine monitoring of area ground water pursuant to IEPA protocols.

HOOPESTON

In 2004 the Company incurred costs of \$8,709 in connection with site remediation activities. The majority of this cost is associated with a consultant that developed the specifications for characterizing and defining the site contamination.

PANA

In 2004, the Company incurred costs of \$245,418 in connection with remedial activities. The majority of this cost is associated with a consultant that is characterizing and defining the site contamination.

PARIS

In 2004, the Company incurred costs of \$54,507 in connection with remedial activities. The majority of this cost is associated with a consultant that is characterizing and defining the site contamination

Exhibit 1.0

Central Illinois Public Service Company d/b/a AmerenCIPS
Reconciliation For Annual Recovery Period
Ending December 31, 2004

	<u>Amount</u>
Rider Revenues	\$1,723,481
Insurance Recoveries	\$4,372
Total Revenues	\$1,727,853
Actual Costs	<u>\$5,023,249</u>
Balance for Calendar Year- Over/ (Under) Recovery	<u>(\$3,295,396)</u>

Exhibit 2.0

Central Illinois Public Service Company d/b/a AmerenCIPS

Manufactured Gas Plant Sites

2004 Actual Costs

<u>Work Order</u>	<u>Job Order</u>	<u>Location</u>	<u>Amount</u>
OK500	JB2058	Beardstown-Investigation and Cleanup	\$52,899
OK501	JB2059	Canton-Investigations and Cleanup	\$4,066,234
OK503	JB2071	Duquoin-Investigation and Cleanup	\$2,375
OK504	JB2061	Hoopeston-Investigation and Cleanup	\$8,709
OK508	JB2063	Pana-Investigation and Cleanup	\$245,418
OK509	JB2064	Paris-Investigation and Cleanup	\$54,507
OK513	JB2085	Investigation of Ins. Coverage for MGP	\$18,508
OK531	JB2250	Taylorville-Pump & Treat System O & M Costs	<u>\$574,599</u>
Total			<u><u>\$5,023,249</u></u>

Central Illinois Public Service Company d/b/a AmerenCIPS
Cumulative Status of Recoveries and Costs
Associated with Riders EEAC & GEAC
As of 12/31/04

Exhibit 3.0

		Actuals Including Accepted Staff Adj	Per CIPS Cumulative Actuals 04-0105 12/31/03	Actuals per CIPS 2004	Negative Rounding Eliminated 2004	Per CIPS Cumulative Actuals 05-0104 12/31/04
	JB # WO #	2003				
EEAC/GEAC Recoveries	0K075	\$4,550,055.39	\$19,535,240.45	\$1,723,481.11	\$0.00	\$21,258,721.56
Insurance Recoveries	0K515	\$4,885.17	\$34,824,797.51	\$4,372.03	\$0.00	\$34,829,169.54
Total Recoveries		\$4,554,940.56	\$54,360,037.96	\$1,727,853.14	\$0.00	\$56,087,891.10
Taylorville Lawsuit II-Brannan	0K092	\$0.00	\$172,848.27	\$0.00	\$0.00	\$172,848.27
Murphysboro	0K160	\$0.00	\$11,303.00	\$0.00	\$0.00	\$11,303.00
Taylorville	2056 -	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Beardstown	2058 0K500	\$207,505.11	\$6,518,119.29	\$52,898.77	\$0.00	\$6,571,018.06
Canton	2059 0K501	\$1,095,771.31	\$1,936,203.73	\$4,066,233.77	\$0.00	\$6,002,437.50
DuQuoin	2071 0K503	\$5,385.63	\$1,210,489.81	\$2,375.00	\$0.00	\$1,212,864.81
Hoopeston	2061 0K504	\$0.00	\$11,284.00	\$8,708.67	\$0.00	\$19,992.67
Charleston	2060 0K506	\$0.00	\$5,383.15	\$0.00	\$0.00	\$5,383.15
Macomb	2062 0K507	\$0.00	\$4,758.01	\$0.00	\$0.00	\$4,758.01
Pana	2063 0K508	\$33,665.03	\$67,027.93	\$245,417.67	\$0.00	\$312,445.60
Paris	2064 0K509	\$71,886.08	\$96,728.42	\$54,506.51	\$0.00	\$151,234.93
Quincy	2065 0K510	\$0.00	\$6,817.80	\$0.00	\$0.00	\$6,817.80
Shelbyville	2066 0K511	\$0.00	\$5,784.31	\$0.00	\$0.00	\$5,784.31
Insurance Litigation	2085 0K513	\$9.57	\$16,445,880.71	\$18,508.07	\$0.00	\$16,464,388.78
Mattoon	2090 0K514	\$0.00	\$29,332.37	\$0.00	\$0.00	\$29,332.37
T'ville Pump/Treat Constr	2187 0K516	\$0.00	\$8,250,270.64	\$0.00	\$0.00	\$8,250,270.64
Personal Injury Litigation	3157 0K517	\$20,388.45	\$13,238,045.75	\$0.00	\$0.00	\$13,238,045.75
T'ville Pump/Treat O & M	2250 0K531	\$433,626.73	\$3,707,198.44	\$574,601.09	\$0.00	\$4,281,799.53
DuQuoin Arbitration	2224 0K555	\$0.00	\$34,415.50	\$0.00	\$0.00	\$34,415.50
Rounding		\$0.00	(\$1.65)	\$0.00	\$1.65	\$0.00 *
Allowed Expenditures		\$1,868,237.91	\$51,751,889.48	\$5,023,249.55	\$1.65	\$56,775,140.68
Carrying Costs		\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Total Costs		\$1,868,237.91	\$51,751,889.48	\$5,023,249.55	\$1.65	\$56,775,140.68
Over (Under) Recovery		\$2,686,702.65	\$2,608,148.48	(\$3,295,396.41)	(\$1.65)	(\$687,249.58)
			\$2,608,148.48			(\$687,249.58)

* Adjustment to eliminate (\$1.65) rounding from cumulative total.

CENTRAL ILLINOIS PUBLIC SERVICE COMPANY d/b/a AmerenCIPS
Cumulative EEAC and GEAC Revenues by Class
at 12/31/04

Actual EEAC Revenues									Cumulative Revenues
Rate Class	1997	1998	1999	2000	2001	2002	2003	2004	at 12/31/04
Residential	\$584,879.91	\$1,426,443.11	(\$122,149.99)	\$198,976.77	\$1,616,160.31	\$504,541.09	\$1,538,241.32	\$844,837.00	\$7,671,712.88
Commercial	\$255,160.14	\$534,302.46	(\$5,444.14)	\$158,969.50	\$1,265,167.94	\$312,547.59	\$1,269,143.05	\$250,303.39	4,484,682.52
Industrial	\$360,569.32	\$1,057,213.50	(\$154,840.91)	\$82,232.04	\$802,734.44	\$176,652.02	\$656,602.88	\$143,075.12	4,025,567.24
Municipal	\$16,391.67	\$38,985.72	(\$234.50)	\$40,172.43	\$115,589.67	\$54,207.98	\$78,696.43	\$52,169.10	427,247.31
Total	\$1,217,001.04	\$3,056,944.79	(\$282,669.54)	\$480,350.74	\$3,799,652.36	\$1,047,948.68	\$3,542,683.68	\$1,290,384.61	\$16,609,209.95

Actual GEAC Revenues									Total
Rate Class	1997	1998	1999	2000	2001	2002	2003	2004	
Residential	\$278,873.30	\$510,727.01	(\$9,515.57)	\$77,238.56	\$699,229.98	\$268,517.65	\$608,950.09	\$267,375.95	\$2,947,645.62
Commercial	\$90,505.72	\$160,317.61	\$4,663.92	\$26,233.48	\$248,490.10	\$78,384.99	\$215,941.68	\$102,920.83	1,008,075.87
Industrial	\$34,600.00	\$113,720.85	(\$5,207.95)	\$21,893.30	\$150,389.38	\$54,408.54	\$182,479.94	\$62,799.72	693,790.12
Municipal	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	0.00
Total	\$403,979.02	\$784,765.47	(\$10,059.60)	\$125,365.34	\$1,098,109.46	\$401,311.18	\$1,007,371.71	\$433,096.50	\$4,649,511.61

Annual Environmental Revenues	\$1,620,980.06	\$3,841,710.26	(\$292,729.14)	\$605,716.08	\$4,897,761.82	\$1,449,259.86	\$4,550,055.39	\$1,723,481.11	\$21,258,721.56
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